

agency, determines is eligible, pursuant to federal and state law, to receive medical or allied care, goods, or services for which the department may make payments under the Medicaid program and is enrolled in the Medicaid program. For the purposes of determining third party liability, the term includes an individual formerly determined to be eligible for Medicaid, an individual who has received medical assistance under the Medicaid program, or an individual on whose behalf Medicaid has become obligated.

- F. Florida Medicaid Log - A schedule maintained by a hospital listing each Medicaid patient's recipient number, dates of admission and discharge, and the charges and payments for services and goods received from the hospital's revenue centers.
- G. Florida Price Level Index - A spatial index which measures differences from county to county in the cost of purchasing a specified market basket of items at a particular point in time. The items in the market basket range from various food products to hospital lab fees, and are grouped into the components of Food, Housing, Apparel, Transportation, and Health, Recreation and Personal Services. A county index for each of the five components is developed bi-annually by the Florida Executive Office of the Governor. County indices are population weighted to average 100 percent. An index of 1.1265 for a given county means that the

basket of goods in that county costs 12.65 percent more than the State average. Changes to the methodology utilized in the development of the FPLI will constitute changes in this plan and will require a formal plan amendment.

- H. HHS - Department of Health and Human Services
- I. HCFA PUB. 15-1 - Health Insurance Manual No. 15, also known as the Provider Reimbursement Manual, as incorporated by reference in Rule 59G-6.010, F.A.C..
- J. Medicaid Outpatient Charges - Usual and customary charges for outpatient services rendered to Medicaid patients excluding charges for laboratory and pathology services. These charges shall be the allowable charges as reconciled with the hospital Medicaid log and found on the Medicaid paid claims report.
- K. Medicaid Outpatient Occasions of Service - The number of distinct revenue center code line items listed on a valid claim that a hospital has submitted to the fiscal agent, excluding laboratory and pathology revenue center code line items, and that have been paid by the fiscal agent, which represent covered Medicaid outpatient services.
- L. Medicaid Outpatient Variable Costs - Allowable operating costs excluding laboratory and pathology costs less return on equity as apportioned to Medicaid by cost finding methods in the HCFA 2552 cost report.

- M. Non-Covered Services - Those goods and services which are not medically necessary for the care and treatment of outpatients as defined in HCFA PUB 15.1 as incorporated by reference in Rule 59G-6.010, F.A.C.
- N. Rate Semester - January 1 through June 30 of a given year, or July 1 through December 31 of a given year.
- O. Reimbursement Ceiling - The upper limit for Medicaid Outpatient Variable Cost rate reimbursement for an individual hospital.
- P. Reimbursement Ceiling Period - January 1 through June 30 of a given year or July 1 through December 31, of a given year.
- Q. Rural Hospital - An acute care hospital licensed under Florida Statutes, Chapter 395 with 85 licensed beds or less, which has an emergency room and is located in an area defined as rural by the United States Census, and which is:
1. The sole provider within a county with a population density of no greater than 100 persons per square mile; or
 2. An acute care hospital, in a county with a population density of no greater than 100 persons per square mile, which is at least 30 minutes of travel time, on normally traveled roads under normal traffic conditions, from any other acute care hospital within the same county; or

3. A hospital supported by a tax district or subdistrict whose boundaries encompass a population of 100 persons or less per square mile.
- R. Specialized Psychiatric Hospital - A licensed hospital primarily devoted to psychiatric care.
- S. Title XVIII - Health Insurance for the Aged, Blind or Disabled (Medicare) as provided for in the Social Security Act (42 U.S.C. 1395-1395xx).
- T. Title XIX - Grants to States for Medical Assistance Programs (Medicaid) as provided for in the Social Security Act (42 U.S.C. 1396-1396p).
- U. Total Outpatient Charges - Total patient revenues assessed for all outpatient services excluding charges for laboratory and pathology.

APPENDIX A TO FLORIDA TITLE XIX OUTPATIENT HOSPITAL
REIMBURSEMENT PLAN

OUTPATIENT REVENUE CENTER CODES

<u>CODE</u>	<u>DESCRIPTION</u>
250	Pharmacy/General
251	Pharmacy/Generic
252	Pharmacy/NonGeneric
254	Drugs Incident to Other Diagnostic Services
255	Drugs Incident to Radiology
258	Pharmacy/IV Solutions
262	IV Therapy/Pharmacy Services
264	IV Therapy/Supplies
271	Medical Surgical- Nonsterile supplies
272	Medical/Surgical - Sterile Supplies
273	Burn Pressure Garment
274	Cochlear Implant Handling (ages 2-20 only)
275	Pacemaker
276	Intraocular Lens
278	Subdermal Contraceptive Implant
279	Burn Pressure Garment Fitting
300	Laboratory/General
301	Laboratory/Chemistry
302	Laboratory/Immunology
303	Laboratory/Renal Patient (Home)
304	Laboratory/Non-Routine Dialysis
305	Laboratory/Hematology
306	Laboratory/Bacteriology and Microbiology
307	Laboratory/Urology
310	Pathological Laboratory/General
311	Pathological Laboratory/Cytology
312	Pathological Laboratory/Histology
314	Pathological Laboratory/Biopsy
320	Diagnostic Radiology/General
321	Diagnostic Radiology/Angiocardiology
322	Diagnostic Radiology/Arthrography
323	Diagnostic Radiology/Arteriography
324	Diagnostic Radiology/Chest
330	Therapeutic Radiology/General
331	Therapeutic Radiology/Injected
332	Therapeutic Radiology/Oral
333	Therapeutic Radiology/Radiation Therapy
335	Therapeutic Radiology/Chemotherapy - IV
340	Nuclear Medicine/General
341	Nuclear Medicine/Diagnostic
342	Nuclear Medicine/Therapeutic
350	Computed Tomographic (CT) Scan/General
351	Computed Tomographic (CT) Scan/Head
352	Computed Tomographic (CT) Scan/Body
360	Operating Room Services/General
361	Operating Room Services/Minor Surgery

370 Anesthesia/General
 371 Anesthesia Incident to Radiology
 372 Anesthesia Incident to Other Diagnostic Services
 380 Blood/General
 381 Blood/Packed Red Cells
 382 Blood/Whole
 383 Blood/Plasma
 384 Blood/Platelets
 385 Blood/Leucocytes
 386 Blood/Other Components
 387 Blood/Other Derivatives
 390 Blood Storage and Processing/General
 391 Blood Storage and Processing/Administration
 400 Imaging Services/General
 401 Imaging Services/Mammography
 402 Imaging Services/Ultrasound
 403 Screening Mammography
 404 Positron Emission Tomography
 410 Respiratory Services/General (All Ages)
 412 Respiratory Services/Inhalation (All Ages)
 413 Respiratory Services/Hyperbaric Oxygen Therapy (All Ages)
 421 Physical Therapy/Visit Charge (All Ages)
 431 Occupational Therapy/Visit Charge (Under 21 only)
 441 Speech-Language Pathology/Visit Charge (Under 21 only)
 450 Emergency Room/General
 460 Pulmonary Function/General
 471 Audiology/Diagnostic
 472 Audiology/Treatment
 480 Cardiology/General
 481 Cardiology/Cardiac Cath Laboratory
 482 Cardiology/Stress Test
 483 Cardiology/Echocardiology
 510 Clinic/General
 610 MRI Diagnostic/General
 611 MRI Diagnostic/Brain
 612 MRI Diagnostic/Spine
 621 Supplies Incident to Radiology
 622 Supplies Incident to Other Diagnostic Services
 700 Cast Room/General
 710 Recovery Room/General
 721 Labor - Delivery Room/Labor
 722 Labor - Delivery Room/Delivery
 730 EKG - ECG/General
 731 EKG - ECG/Holter Monitor
 732 Telemetry
 740 EEG/General
 750 Gastro-Intestinal Services/General
 761 Treatment Room
 762 Observation Room
 790 Lithotripsy/General
 821 Hemodialysis Outpatient/Composite
 831 Peritoneal Dialysis Outpatient/Composite Rate
 880 Miscellaneous Dialysis/General
 901 Psychiatric/Psychological - Electroshock Treatment

911 Psychiatric/Psychological - Clinic Visit/Rehabilitation
914 Psychiatric/Psychological - Clinic Visit/Individual
Therapy
921 Other Diagnostic Services/Peripheral Vascular Lab
922 Other Diagnostic Services/Electromyelgram
924 Other Diagnostic Services/Allergy Test
943 Other Therapeutic Services/Cardiac Rehabilitation
944 Other Therapeutic Services/Drug Rehabilitation
945 Other Therapeutic Services/Alcohol Rehabilitation

APPENDIX B TO FLORIDA TITLE XIX OUTPATIENT HOSPITAL
REIMBURSEMENT PLAN
ADJUSTMENTS TO ALLOWABLE MEDICAID VARIABLE COSTS

An example of the technique to be utilized to adjust allowable Medicaid variable costs for inflation in the computation of the reimbursement limits is detailed below. Assume the following DRI Quarterly Indices:

	<u>1978</u>	<u>1979</u>	<u>1980</u>	<u>1981</u>	<u>1982</u>
Q1	213.0	237.7	250.1	278.1	308.0
Q2	217.8	234.5	256.5	285.9	314.9
Q3	222.7	237.9	263.2	294.0	322.0
Q4	227.7	243.8	270.4	301.2	329.3

The elements in the above table represent a weighted composite index based on the following weights and the components:

<u>COMPONENTS</u>	<u>WEIGHTS</u>
Payroll and Professional Fees	55.57%
Employee Benefits	7.28%
Dietary and Cafeteria	3.82%
Fuel and Other Utilities	3.41%
Other	<u>29.92%</u>
	100.00%

Based on the quarterly indices, monthly indices are calculated by averaging pairs of quarterly indices and interpolating between these averages as follows:

<u>QUARTER</u>	<u>INDEX</u>	<u>AVERAGE INDEX</u>	<u>MONTH</u>
1	213.0		
		215.4	MARCH 31
2	217.8		
		220.3	JUNE 30
3	222.7		
		225.2	SEPT. 30
4	227.7		

April 30 Index = (June 30 Index/March 31 Index)^{1/3} (March 31 Index)

$$= (220.3/215.4)^{1/3} (215.4)$$

$$= 217.0$$

May 31 Index = (June 30 Index/March 31 Index)^{2/3} (March 31 Index)

$$= (220.3/215.4)^{2/3} (215.4)$$

$$= 218.7$$

All other monthly indices can be calculated in a similar fashion. To determine the applicable inflation factor for a given hospital for the first semester of 1981-82 the index for September 30, 1981, the midpoint of the rate semester, is divided by the index for the midpoint of the Provider's Fiscal Year. For example, if a hospital has a fiscal year end of November 30, 1978 then its midpoint is May 31, and the applicable inflation is:

$$\text{September 1981 Index} / \text{May 1978 Index} = 297.6 / 218.7 = 1.3607$$

Therefore, the hospitals reported variable cost Medicaid rate is multiplied by 1.3607 to obtain the estimated average variable Medicaid rate for the first rate semester of FY 1981-82. Similar calculations utilizing March 31, as the midpoint yield adjustments for the second semester of FY 1981-82.

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FLORIDA TITLE XIX FEDERALLY QUALIFIED HEALTH CENTER

REIMBURSEMENT PLAN

VERSION II

EFFECTIVE DATE: JANUARY 1, 1994

- I. Cost Finding and Cost Reporting
 - A. Each Federally Qualified Health Center (FQHC) participating in the Florida Medicaid FQHC Program shall submit a cost report postmarked or accepted by a common carrier no later than 3 calendar months after the close of its cost reporting year. Four complete, legible copies of the cost report shall be submitted to AHCA.
 - B. Cost reports available to AHCA pursuant to Section 17, shall be used to initiate this plan.
 - C. Each FQHC is required to detail costs for its entire reporting year, making appropriate adjustments as required by this plan for determination of allowable costs. A prospective reimbursement rate, however, shall not be established for an FQHC based on a cost report for a period less than 12 months. Interim rates shall be cost settled for the interim rate period.
 - D. The cost report shall be prepared in accordance with the method of reimbursement and cost finding of Title XVIII (Medicare) Principles of Reimbursement described in 42 Code of Federal Regulations (CFR) 413, and further interpreted by the Provider Reimbursement Manual HCFA-Pub. 15-1 as incorporated by reference in

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